



## **Policy 120: Deposits for New or Transferred Services**

Board Approved: July 26, 2023

*Clayton Monsen*

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Board President

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**Purpose:** To provide for collection of deposits on electric accounts.

**Policy:** Upon request for electric service a \$300.00 security deposit may be required. At its own discretion, McKenzie Electric Cooperative, Inc. (MEC) may accept a satisfactory utility credit reference in lieu of a deposit from a member who owns the property for which the electric service is being connected.

- 1) New services may not be activated until the required deposit or credit reference is received. Service may be disconnected at an existing or new service if the deposit or an acceptable credit reference is not received within ten days from the date of transfer of an existing service or activation of a new service.
- 2) Tenants, as defined by Member Policy 122, will receive a deposit refund when the electric account is closed and the final bill has been paid.
- 3) If the member's account with MEC is satisfactorily maintained for a period of 24 months, with the exception of tenants, the deposit will be applied to the member's electric account.